THIS AMENDMENT:

Not Offered

Passed as amended by _



7009 AUG 19 ₱ 2: 0 MAYES PROPOSED AMENDMENT # 2

AZ CORP COMMISSION DATE PREPARED: August 19, 2009

DOCKET CONTROL

COMPANY: Arizona Public Service Company

AGENDA ITEM NO. U-22

DOCKET NO. E-01345A-09-0263

OPEN MEETING DATE: August 25-26 2009

Page 9, line 8, INSERT New Ordering Paragraphs:

"IT IS FURTHER ORDERED that Arizona Public Service Company shall modify the Administration Section of its currently approved 2009 Renewable Energy Standard and Tariff Plan to reflect the following changes for 2009 funds only:

- Arizona Public Service Company is authorized to reallocate up to \$20 million of the 2009 Renewable Energy Standard and Tariff residential distributed energy funding to the funding of school projects. If school projects have exhausted the \$20 million allocation and additional residential funds remain unexpended and unreserved at the end of the year (December 31, 2009), additional school projects may be funded up to the total residential funds remaining.
- Residential requests for incentives will continue to be processed on a first-come-first-served basis up to the total amount of residential funds available, less any commitments made to schools.
- If residential requests for distributed generation funds begin to pick up in 2009, and it appears as though any residential projects may go unfilled as a result of this Order, APS shall immediately file an Application with the Commission and file an Application for additional funding of the RES distributed generation program.
- School projects shall be provided an up-front incentive of \$2.25 per watt on a first-come, firstserved basis.
- The Current maximum up-front incentive cap of \$75,000 is waived for schools.
- Renewable energy and associated Renewably Energy Credits from school projects at schools that are currently being served on a residential tariff shall be counted toward compliance with the Renewable Energy Standard and Tariff residential distributed energy requirement. Renewable energy and associated Renewable Energy Credits from school projects being served under a commercial tariff shall be counted toward compliance with the Renewable Energy Standard and Tariff commercial distributed generation requirement.

IT IS FURTHER ORDERED that Arizona Public Service Company shall make a compliance filing within 15 days which includes the modification of the Arizona Public Service Company 2009 Renewable Energy Standard and Tariff Plan and procedures as required herein. "

Make all conforming changes.

Arizona Corporation Commission DOCKETED

Aug 1 9 2009

DOCKETED BY